

TIMBER SALE PROSPECTUS

Sale Name :	County Line Pine	Type of Sale :	Premeasured
National Forest :	Hoosier	Ranger District :	Tell City
Bidding Method :	Sealed Bid	Bid Guarantee :	\$7,400.00

Location of Bid Opening : Tell City Ranger District 248 15th Street Tell City, IN 47586

Date : 05/10/2016

Time : 09:00 AM

1. INTRODUCTION. This prospectus furnishes prospective bidders with information not contained in the published advertisement and is designed to enable bidders to decide whether or not to further investigate the sale. The prospectus is not a legally binding document, but is offered to provide general information about a sale. The contract does not include descriptions, estimates, and other data in this prospectus, unless otherwise stated. In the event that the prospectus contains an error or contradicts the sample contract, the contract governs. Bidders are urged to examine the timber sale and make their own estimates. Timber sale Contract 2400-6T will be used. Inspect the sale area and the sample contract before submitting a bid. Obtain the appraisal, other information on the timber, and conditions of sale and bidding at Forest Service offices listed above and in the named attached advertisement.

2. BIDDING. This is a Sealed Bid sale. Bidders must submit sealed bids on prepared forms they can obtain from Forest Service offices listed above and in the attached advertisement. The forms include instructions for bidding and submission of the required certifications. A bid guarantee must be included with the bid in the form of cash, a bid bond on form FS-6500-13 (4/82) or later, certification of annual bid bond allocation on form FS-6500-13a (4/82) or later, an irrevocable letter of credit, a certified check, bank draft, cashiers check, official bank check, or bank or postal money order payable to the Forest Service, USDA in the amount specified above and in the bid form. The bid guarantee shall be returned to each bidder whose bid is not accepted.

3. LOCATION AND DESCRIPTION OF TIMBER. Refer to the sample contract and sale area map attached to the sample contract for legal location of sale area, location of payment units, location of cutting units, the acreage of sale area, and the cutting unit acreage.

THE FOLLOWING GENERAL LOCATION, ROUTES OF ACCESS, ACREAGES, AND OTHER SPECIAL LOCATION DATA DO NOT SUPERSEDE THE SALE AREA MAP OR SAMPLE CONTRACT.

The County Line Pine timber sale is located in the Oriole area of Perry and Crawford Counties east of State Route 66 off Orchard and East Deuchers roads in T4SR1W Sec 12,13 & T4SR1E Sec 7,18. The Sale Area contains 421 acres, of which approximately 121 acres are marked or otherwise designated for cutting. There are a total of 14 Payment Units. 5 Payment Units (38 acres) are cut tree marked (CTM) pine thinnings. 9 Payment Units (83 acres) are Designation by Species and Diameter (DxSPP) units where all trees, except those marked with orange paint or described to be left uncut, that meet minimum specifications in AT2 of the sample contract are designated for cutting. CTM thinning units are marked with green or blue paint. Refer to CT2.352# for Designation by Species and Diameter information. Refer to CT2.355# of the sample contract for the specific color of paint used in each Payment Unit to designate Marked trees. All Payment Unit boundaries are designated with orange paint or readily identifiable features such as county or Forest Service roads.

4. TIMBER QUANTITIES AND RATES. The quality, size, cut per acre, and product suitability of the timber are estimates based on detailed cruise information on file and available for inspection at the Forest Service offices listed above and in the advertisement. VOLUME QUANTITIES LISTED HEREIN ARE MADE AVAILABLE WITH THE UNDERSTANDING THAT VALUES SHOWN ARE FOREST SERVICE ESTIMATES AND ARE NOT GUARANTEED. For these reasons, bidders are urged to examine the timber sale area and make their own estimates.

THE MINIMUM ACCEPTABLE BID RATE IS STATED IN THE ATTACHED BID FORM. THESE RATES ARE EFFECTIVE AT THE TIME OF ADVERTISEMENT.

Estimated Quantities and Rates per Unit of Measure

							Required Deposits	
Species	Product	Unit of Measure	Estimated Quantities	Average DBH	Advertised Rates	Base Rates	Slash Disposal	Road Maintenance
Cedar	Sawtimber	CCF	50.00	15.4	\$31.14	\$10.06	\$0.00	\$0.00
Mixed Hardwoods	Sawtimber	CCF	327.00	16.8	\$85.47	\$27.81	\$0.00	\$0.00
Southern Pine	Sawtimber	CCF	2,228.00	15.2	\$8.30	\$4.60	\$0.00	\$0.00
Eastern White Pine	Sawtimber	CCF	184.00	16.1	\$1.00	\$1.00	\$0.00	\$0.00
Cedar	Pulpwood	CCF	89.00	10	\$27.75	\$9.04	\$0.00	\$0.00
Mixed Hardwoods	Pulpwood	CCF	251.00	8.8	\$5.90	\$2.48	\$0.00	\$0.00
Southern Pine	Pulpwood	CCF	2,559.00	10.1	\$8.24	\$3.18	\$0.00	\$0.00
TOTAL		CCF	5,688.00				\$0.00	\$0.00

Estimated Knutson-Vandenberg deposit for sale area improvement work in a total amount of \$65,138.00 is included in total timber value.

5. PERIOD OF CONTRACT. The normal operating season covers the period between 06/01 and 11/15. Contract termination date is 12/31/2018. Extensions of this contract may be granted only when the purchaser has met specified conditions.

If an appeal or lawsuit is filed challenging the decision to award this contract or upon determination by the Regional Forester that conditions existing on this timber sale are the same as, or nearly the same as, conditions existing on other timber sale(s) in appeal or litigation, Contracting Officer may delay award or reject all bids. If delay in award is for 30 days or more during Normal Operating Season after bid opening, Contracting Officer shall, upon award, adjust the contract term to include additional calendar days in one or more Normal Operating Seasons equal to the time award is delayed during Normal Operating Season.

The purchaser must submit a Plan of Operations to the Contracting Officer for approval before operations begin or within 60 days of sale award, whichever is earlier. The plan must show how the purchaser plans to complete the contract by the termination date. In addition to the Plan of Operations, the purchaser must submit an annual Operating Schedule before commencing operations. This schedule will include the anticipated major activities and needs for harvest. This annual Operating Schedule does not require concurrence of the Forest Service.

6. PAYMENT. Payment for timber and any required deposits for slash disposal or road maintenance are required in advance of cutting. The Purchaser may transfer purchaser credit into the contract, or provide an acceptable payment guarantee prior to cutting. Payment for required deposits must be a cash payment. The purchaser shall make advance deposits in accordance with provision B(T)4.212 - Advance Deposits.

The high bidder whose bid is accepted shall, at the time the contract is signed and returned by the bidder, make a downpayment pursuant to Title 36, Section 223.49, of the Code of Federal Regulations. The Contracting Officer will notify the high bidder of the amount necessary to make this payment. In no case shall the downpayment be less than 10 percent of the total advertised value plus 20 percent of the bid premium. After receipt of the downpayment and a satisfactory performance bond and upon execution of the timber sale contract, the Forest Service will return the bid guarantee. A cash bid guarantee may be applied to the downpayment at the request of the purchaser. The purchaser cannot apply the amount deposited as a downpayment to cover other obligations due on the sale until conditions stated in the contract for release of downpayment have been met. Refer to the sample contract for the specific conditions.

By the midpoint between award date and the termination date, the purchaser shall have paid for, or in lieu thereof, deposited cash in the greater amount of: (1) 50 percent of the total estimated bid premium, or (2) 35 percent of the total estimated sale value at bid date, exclusive of required deposits, rounded up to the next \$100.

By the midpoint of the last normal operating season, or 12 months from the initial periodic payment, whichever date is first, the purchaser shall have paid for, or in lieu thereof, deposited cash in the amount of 75 percent of the total estimated sale value at bid date, exclusive of required deposits, rounded up to the next \$100.

7. PERFORMANCE BOND. A performance bond is required. The penal sum of the bond will be 10 percent of the total bid value of the sale, rounded up to the nearest \$100 when the total bid value is \$10,000 or less; and rounded up to the nearest \$1,000 when the total bid value exceeds \$10,000 or \$8,000.00 whichever is greater. If an irrevocable letter of credit is used to secure the performance bond, the termination of the letter of credit must be at least 6 months past the contract termination date.

8. SPECIFIED ROADS. Not Applicable.

9. ROAD MAINTENANCE. Purchaser shall perform or pay for road maintenance work, commensurate with purchaser's use, on roads controlled by Forest Service, and used by purchaser in connection with this sale. Road maintenance requirements are based on the predicted haul route. Any change in the purchaser's actual haul route may necessitate a change in the roads to be maintained and/or in the amount of required deposit for road maintenance. Required deposits for road maintenance are listed in Section 4 and in the sample contract. Maintenance specifications are in the sample contract.

10. INAPPLICABLE STANDARD PROVISIONS. See sample contract.

11. SPECIAL PROVISIONS. See sample contract.

12. SET-ASIDE SALES. Not Applicable.

13. LOG EXPORT AND SUBSTITUTION RESTRICTIONS. Not Applicable.

14. EQUAL EMPLOYMENT OPPORTUNITY COMPLIANCE REVIEW. If the total bid value plus required deposits for this contract exceeds \$10 million, before award, the Forest Service shall request an equal employment opportunity compliance review of the high bidder to determine compliance with the provisions of Executive Order 11246 of September 24, 1965, as amended by Executive Order 11375 of October 13, 1967 and Executive Order No. 12086 of October 5, 1978.

15. AWARD. The Contracting Officer is required to make a determination of bidder responsibility as stated in Title 36, Section 223.101, of the Code of Federal Regulations.

To determine a purchaser to be responsible, a Contracting Officer must find that:

- a. The purchaser has adequate financial resources to perform the contract or the ability to obtain them;
- b. The purchaser is able to perform the contract within the contract term taking into consideration all existing contracts and Governmental business commitments;
- c. The purchaser has a satisfactory performance record on timber sale contracts. A prospective purchaser that is or recently has been seriously deficient in contract performance shall be presumed not to be responsible, unless the Contracting Officer determines that the circumstances were beyond the purchaser's control and were not created through improper actions by the purchaser or affiliate, or that the purchaser has taken appropriate corrective action. Past failure to apply sufficient tenacity and perseverance to perform acceptably under a contract is strong evidence that a purchaser is not a responsible contractor. The Contracting Officer shall consider the number of contracts involved and extent of deficiency of each in making this evaluation;
- d. The purchaser has a satisfactory record of integrity and business ethics;
- e. The purchaser has or is able to obtain equipment and supplies suitable for logging the timber and for meeting the resource protection provisions of the contract;
- f. The purchaser is otherwise qualified and eligible to receive an award under applicable laws and regulations.

Bidders, by signing the bid form, certify that, to the best of bidder's knowledge the bidder will meet the requirements in 36 CFR 223.101, determination of purchaser responsibility, and, if awarded this contract, that bidder will complete the timber sale contract and any modifications thereof in accordance with its terms including requirements to purchase, cut, and remove included timber.

16. FALSE STATEMENTS ACT. Bidders, by signing the bid form, certify that they are aware that bidder is subject to the penalties prescribed in 18 U.S.C. 1001, Chapter 47, Fraud and False Statements (P.L. 104-45). The Act states "whoever, in any matter within the jurisdiction of any department or agency of the United States knowingly and willfully falsifies, conceals or covers up by any trick, scheme, or device a material fact, or makes any false, fictitious or fraudulent statements or representations, or makes or uses any false writing or document knowing the same to contain any false, fictitious or fraudulent statement or entry, shall be fined under this title or imprisoned not more than 5 years, or both."

17. DAMAGES. This contract shall be terminated for breach pursuant to paragraph 16, 19, and/or 21 of the bid form and the terms of the sample contract if: 1) bidder fails to execute a timber sale contract, furnish a downpayment, or furnish a satisfactory performance bond within 30 days of the award letter's date; or 2) bidder is found to have violated the False Statements Act in making any statement or certification on the bid form including not meeting purchaser responsibility requirements, and bidder has made a false statement. The bid guarantee shall be retained, in whole or in part, by the Forest Service to satisfy any damages that may be assessed.

18. SUSPENSION AND DEBARMENT CERTIFICATION. Non-procurement debarments and suspensions are governed by the Government-wide common rules (7 CFR 3017).

These rules require each timber sale purchaser, to submit a certification for itself, its principals, and its affiliates when bidding on sales. The bidder must designate its status regarding debarment, suspension, and other matters as specified on the bid form. The bidder, by signing the bid form, certifies this status. An explanation for not submitting a certification may be submitted. The Contracting Officer will determine whether the explanation provides sufficient reason for permitting participation in the bidding. Also, as a timber sale purchaser enters into transactions with subcontractors, these subcontractors must certify their eligibility. The certification titled "Subcontractor Certification Regarding Debarment, Suspension, Ineligibility, and Voluntary Exclusion" must be provided to subcontractors, but completed certifications are not required to be submitted with bid forms. Purchaser must keep these subcontractor certification forms on file for review by the Forest Service, if requested.

The certification forms and instructions for subcontractor transactions are provided as an addendum to the bid form.

19. OCCUPATIONAL SAFETY AND HEALTH ADMINISTRATION (OSHA) LOGGING REGULATIONS. Conduct of operations on this timber sale is subject to inspection for compliance with the logging operations regulations at 29 CFR 1910.266 by OSHA. This standard is applicable to the entire logging industry wherever logging operations occur. Information is available to assist purchasers to ensure compliance with the logging operations regulations during conduct of this timber sale from the U.S. Department of Labor, Occupational Safety and Health Administration, OSHA, 46 E Ohio ST Indianapolis, IN 46204, 317-226-7290.

20. GENERAL. Corporations submitting an offer under this solicitation must include form AD-3030, Representations Regarding Felony Conviction and Tax Delinquent Status For Corporate Applicants. Copies of this form may be obtained from the Forest Service office shown on page 1 of this prospectus or electronically at: <http://www.ocio.usda.gov/policy-directives-records-forms/forms-management/approved-computer-generated-forms>.

BT PROVISIONS: Copies of the standard BT provisions included in the contract may be obtained at the Forest Supervisor's Office, Tell City Ranger District Office or electronically at: http://www.fs.fed.us/forestmanagement/documents/contracts/!FS-2400-6T_Division_BT_6-06.pdf

SALE AREA SITE VISIT: A show-me trip of the Sale Area provided by the Forest Service is available to potential bidders. Contact Jason Combs at the Tell City Ranger District at (812) 547-9242 if you are interested in scheduling a site visit.

DESIGNATION BY SPECIES AND DIAMETER: All LIVE trees (except leaves trees painted with a single band of orange paint at eye level and a stump mark) in Designation By Species and Diameter Payment Units that meet minimum specifications in AT2 of the sample contract are designated for cutting. Refer to CT2.352# of the sample contract for more information. These Payment Units are identified by the symbol DxSPP on the Sale Area Map. Volume estimation of DxSPP Payment Units was accomplished by variable radius plots. Trees within these plots were marked with yellow paint for cruise purposes only.

CUT TREE MARKING: All trees within Payment Units 2, 5, 9, 11 & 13 are designated for cutting when Marked with green or blue paint. These Payment Units are identified by CTM on the Sale Area Map. Refer to the table in CT2.355# for the specific color used in each Payment Unit.

ROAD MAINTENANCE PERFORMED BY THE PURCHASER: A cost allowance for Purchaser required road maintenance on Forest Service Roads 1161.000, 1161.010 & 1161.060 of \$14,257.21 has been made in the appraised value of Included Timber. Road maintenance work will include the following: maintenance blading and grading, ditch cleaning, drainage structure maintenance, cutting of roadway vegetation, and spot surface course placement of 450 tons of aggregate. Road maintenance requirements are found in CT5.31# of the sample contract.

EROSION CONTROL: The Purchaser will be responsible for seeding all bare mineral soil on landings and skid trails, and mulching of all landings. An appraisal allowance of \$3,887 has been made for performing erosion control work. Refer to CT6.6# of the sample contract.

SLASH DISPOSAL: Within 50 feet of roads and trails as shown on the Sale Area Map, Purchaser shall lop and scatter slash resulting from Purchaser's operations to lie within 3 feet of the ground. This provision affects Payment Units 1, 3, 7-11, & 13-14. Refer to CT6.7# of the sample contract.

KARST MITIGATION: The Purchaser will be responsible for installation and maintenance of approximately 400 feet of silt fence during felling and skidding operations in Payment Unit 7. An appraisal allowance of \$1,800 has been given in the appraised value of Included Timber for this work. Refer to CT6.24# of the sample contract.